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January 18, 2019

VIA ELECTRONIC FILING

The Honorable Jocelyn G. Boyd
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Drive
Columbia, South Carolina 29211

**RE: Joint Application and Petition of South Carolina Electric & Gas Company and Dominion Energy, Incorporated for Review and Approval of a Proposed Business Combination between SCANA Corporation and Dominion Energy, Incorporated, as May Be Required, and for a Prudency Determination Regarding the Abandonment of the V.C. Summer Units 2 & 3 Project and Associated Customer Benefits and Cost Recovery Plans
Docket No. 2017-370-E**

Dear Ms. Boyd:

By Order No. 2018-804 ("Order"), dated December 21, 2018, issued in the above-referenced docket, the Public Service Commission of South Carolina ("Commission") directed South Carolina Electric & Gas Company and Dominion Energy, Inc. ("Joint Applicants") to file a revised schedule within thirty days of the issuance of the Order reflecting the removal of consulting contract payments made to William Timmerman, bonuses paid to senior executives related to the abandoned nuclear development project, and payments made to the Bechtel Corporation for the 2015-2016 project assessment. In compliance with the Order, enclosed you will find for filing a document entitled "Restated and Updated Construction Expenditures."

The Revised and Updated Construction Expenditures schedule reflects the removal of \$6,663,117 from the Owners Costs category along with associated allowance for funds used during construction ("AFUDC") totaling \$262,283. Below is a table detailing the amounts removed from the schedule.

	Direct Cost	AFUDC
William Timmerman	\$990,000	\$48,918
Bonuses Paid to Senior Executives	\$5,123,177	\$186,970
Bechtel Corporation	\$550,000	\$26,395

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Please note that the amounts referenced above are based upon SCE&G's fifty-five percent (55%) ownership interest in the project.

If you have any questions, please advise.

Very truly yours,



K. Chad Burgess

KCB/kms
Enclosures

cc: All parties of record in Docket No. 2017-370-E
(all via electronic mail w/enclosure)

RESTATED and UPDATED CONSTRUCTION EXPENDITURES

(Thousands of \$)

V.C. Summer Units 2 and 3 - Summary of SCE&G Capital Cost ComponentsActual through December 2017 plus
Adjustments

Plant Cost Categories	Total	Actual											
		2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	Transfers
Fixed with No Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
Firm with Fixed Adjustment A	-	-	-	-	-	-	-	-	-	-	-	-	-
Firm with Fixed Adjustment B	-	-	-	-	-	-	-	-	-	-	-	-	-
Firm with Indexed Adjustment	-	-	-	-	-	-	-	-	-	-	-	-	-
Actual Craft Wages	-	-	-	-	-	-	-	-	-	-	-	-	-
Non-Labor Costs	-	-	-	-	-	-	-	-	-	-	-	-	-
Time & Materials	-	-	-	-	-	-	-	-	-	-	-	-	-
Owners Costs	(6,663)	-	-	-	(237)	(546)	(526)	(726)	(681)	(1,078)	(1,538)	(1,330)	-
Total Base Project Costs(2007 \$)	(6,663)	-	-	-	(237)	(546)	(526)	(726)	(681)	(1,078)	(1,538)	(1,330)	-
Total Project Escalation	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revised Project Cash Flow	(6,663)	-	-	-	(237)	(546)	(526)	(726)	(681)	(1,078)	(1,538)	(1,330)	-
Cumulative Project Cash Flow(Revised)		-	-	-	(237)	(783)	(1,309)	(2,035)	(2,716)	(3,795)	(5,333)	(6,663)	(6,663)
AFUDC(Capitalized Interest)	(262)	-	-	-	(12)	(18)	(18)	(38)	(34)	(43)	(68)	(31)	-
Gross Construction	(6,925)	-	-	-	(249)	(564)	(545)	(764)	(715)	(1,121)	(1,606)	(1,361)	-
Construction Work in Progress		-	-	-	(249)	(813)	(1,357)	(2,122)	(2,837)	(3,958)	(5,564)	(6,925)	(6,925)

Notes

Includes adjusts for 1) payments to Mr. William Timmerman, 2) bonuses paid to senior executives, and 3) payments made to Bechtel Corporation for the 2015-2016 Project assessment.

RESTATED and UPDATED CONSTRUCTION EXPENDITURES

(Thousands of \$)

V.C. Summer Units 2 and 3 - Summary of SCE&G Capital Cost ComponentsActual through December 2017 plus
Adjustments

	Total	Actual											Transfers
		2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	
Plant Cost Categories													
Fixed with No Adjustment	1,740,029	4,628	35,199	22,066	67,394	50,551	66,057	22,960	11,634	366,348	727,099	419,018	(52,923)
Firm with Fixed Adjustment A	266,750	-	-	63,250	27,500	24,200	75,075	42,900	7,700	26,125	-	-	-
Firm with Fixed Adjustment B	238,868	-	5,499	35,768	49,513	39,371	45,043	31,048	22,834	9,791	-	-	-
Firm with Indexed Adjustment	873,741	-	45,869	148,713	115,172	137,871	118,769	150,530	129,994	26,822	-	-	-
Actual Craft Wages	133,306	-	312	1,937	9,779	11,682	21,091	25,217	38,785	24,503	-	-	-
Non-Labor Costs	406,936	-	1,271	31,255	79,778	9,298	65,227	70,154	105,390	44,564	-	-	-
Time & Materials	15,787	-	1,013	155	1,004	764	1,878	2,300	4,055	2,048	2,461	109	-
Owners Costs	403,008	17,096	8,198	15,206	23,506	28,730	43,117	46,519	51,126	55,807	71,614	74,769	(32,679)
Total Base Project Costs(2007 \$)	4,078,425	21,723	97,360	318,349	373,646	302,467	436,258	391,628	371,519	556,007	801,174	493,896	(85,602)
Total Project Escalation	387,161	-	3,516	20,907	23,688	32,930	68,787	81,553	86,682	47,711	12,575	8,812	-
Total Revised Project Cash Flow	4,465,585	21,723	100,876	339,256	397,334	335,397	505,044	473,181	458,200	603,719	813,749	502,707	(85,602)
Cumulative Project Cash Flow(Revised)		21,723	122,600	461,856	859,190	1,194,587	1,699,632	2,172,813	2,631,013	3,234,732	4,048,480	4,551,188	4,465,585
AFUDC(Capitalized Interest)	173,009	645	3,495	10,539	17,087	14,021	17,520	23,686	21,530	18,670	27,298	18,520	-
Gross Construction	4,638,594	22,368	104,371	349,795	414,421	349,418	522,564	496,867	479,730	622,389	841,046	521,227	(85,602)
Construction Work in Progress		22,368	126,739	476,535	890,956	1,240,373	1,762,938	2,259,804	2,739,534	3,361,923	4,202,969	4,724,197	4,638,594

Notes

Includes adjusts for 1) payments to Mr. William Timmerman, 2) bonuses paid to senior executives, and 3) payments made to Bechtel Corporation for the 2015-2016 Project assessment.